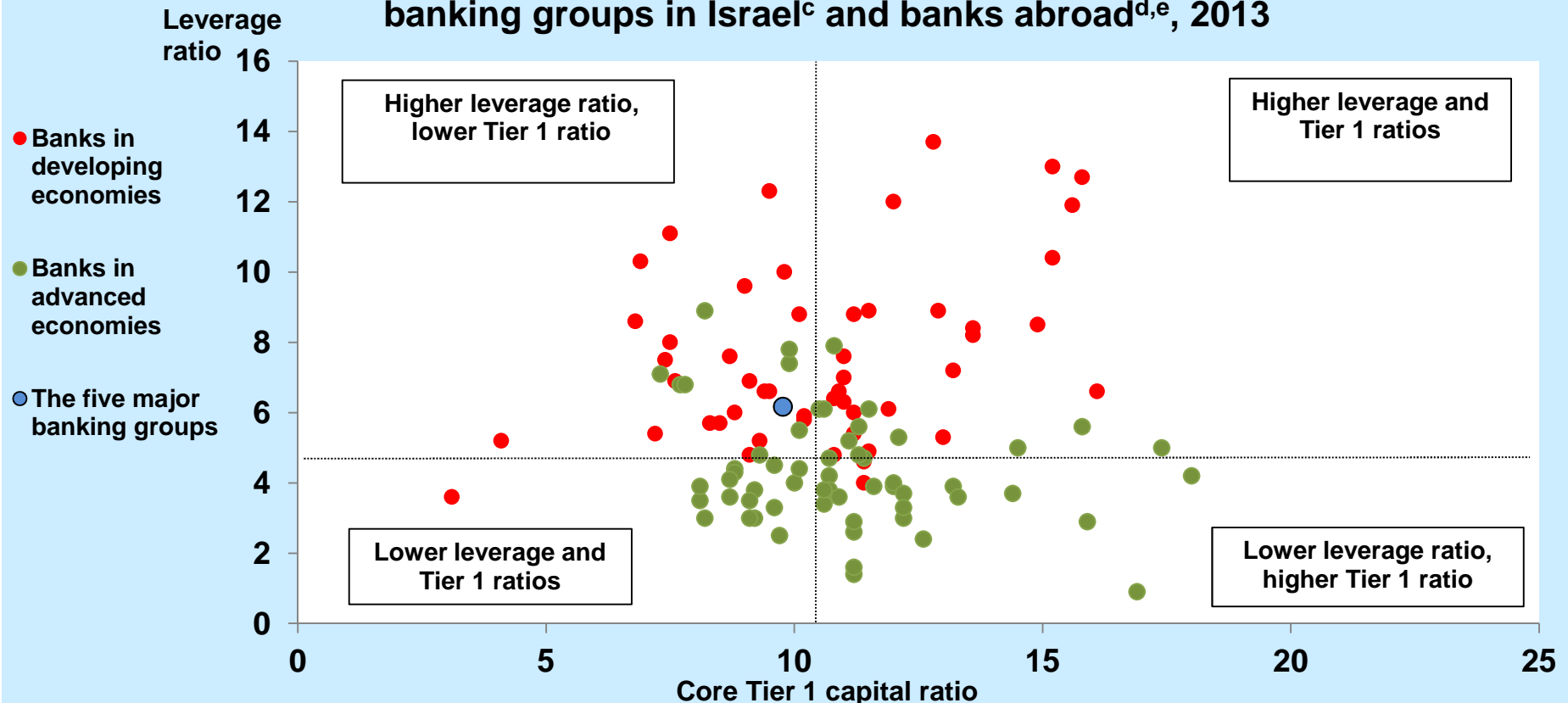


**Figure 1.23**

**International comparison of Tier 1 capital<sup>a</sup> and tangible leverage ratios<sup>b</sup> of the five major banking groups in Israel<sup>c</sup> and banks abroad<sup>d,e</sup>, 2013**



<sup>a</sup> Data on the foreign banks' Core Tier 1 capital are calculated according to Basel III guidelines. Data on Core Tier 1 capital in Israel are calculated according to Basel II guidelines.

<sup>b</sup> The tangible leverage ratio is calculated as the ratio of equity to total assets. Goodwill, intangible assets and deferred taxes are deducted from equity and from assets.

<sup>c</sup> The figure for Israel includes the five major banking groups.

<sup>d</sup> The sample includes 113 large banks, and each bank has systemic importance in the country in which it is located.

<sup>e</sup> The countries included in the advanced economies category are: Australia, Hong Kong, Japan, South Korea, Singapore, Austria, Belgium, France, Germany, Italy, Ireland, Netherlands, Spain, Canada, the US, Denmark, Norway, Sweden, Switzerland and the UK. The countries included in the developing economies category are: China, India, Russia, Turkey, Brazil, and Mexico.

SOURCE: International Monetary Fund Global Financial Stability Report (October 2013); Israel-based on published financial statements.